

CONSOLIDATED CASH FLOW STATEMENT (HK\$m)

	Note	Year ended 31 December	
		2004	2003
Operating activities			
Profit before non-operating items		633	364
Adjustments for:			
Depreciation and amortisation		96	108
Financing charges		243	249
Dividend income from other investments		(5)	(2)
Interest income		(3)	(2)
Share of losses of associated companies		14	5
Loss on disposal of fixed assets		30	3
Foreign exchange (gain)/loss		(6)	4
Operating profit before changes in working capital		1,002	729
(Increase)/decrease in inventories		(2)	7
Decrease/(increase) in debtors and payments in advance		68	(95)
(Decrease)/increase in creditors and accruals		(26)	10
Cash generated from operations		1,042	651
Net tax paid:			
Hong Kong profits tax paid		(44)	(22)
Overseas tax paid		(6)	(2)
Net cash from operating activities		992	627
Investing activities			
Purchase of fixed assets		(227)	(432)
Receipt in advance in relation to the disposal of a subsidiary company		193	-
Capital injected/loan granted to jointly controlled entity/other investment		(133)	(4)
Interest received		3	2
Dividend received from other investments		5	2
Proceeds from sale of fixed assets		1	-
Loan repayment from associated companies		-	2
Net cash used in investing activities		(158)	(430)
Financing activities			
Net proceeds from shares issued		-	1,135
Net decrease in bank borrowings		(387)	(989)
Dividends paid		(154)	(93)
Interest paid and other financing charges		(248)	(255)
Dividends paid to minority shareholders		(5)	(5)
Net cash used in financing activities		(794)	(207)
Net increase/(decrease) in cash and cash equivalents		40	(10)
Cash and cash equivalents at 1 January		203	211
Effect of changes in foreign exchange rates		-	2
Cash and cash equivalents at 31 December	23	243	203